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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Agricultural Stabilization & Conservation Service
Milk Marketing Orders Division
Federal Milk Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana
Phone: Anthony 7401

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. VI No. 9

September 1962

AUGUST UNIFORM PRICE \$4.04

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order during August 1962, will receive a minimum uniform price of \$4.04 per hundredweight for milk testing 3.5%. A butterfat differential of 7.1 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$4.04 price for August 1962, is 12 cents above the July 1962 price but 7 cents below the August 1961 price.

PRODUCTION AND UTILIZATION

Approved producers shipped 14,770,956 pounds of milk to the Fort Wayne market during August 1962, of which 12,481,221 pounds or 85% was utilized in Class I by 17 pool handlers. Production was down 2.6% from July 1962. Class I utilization of producer milk was up 6.9% from July 1962.

SEPTEMBER CLASS I PRICE \$4.24

\$1.20 was added to the August basic formula price of \$3.04 (Wisconsin-Minnesota Series) to establish the Fort Wayne Class I price for September. This price of \$4.24 is 1 cent over the August Class I price.

MILK CONTAINER STUDIES

The following percentage figures relating to whole milk sales and containers were compiled from handlers' reports submitted to this office for the months of August 1951 through 1962. Figures indicate percentage of total volume of whole milk sold in specified container size.

	<u>Gallon</u>	<u>1/2 Gallon</u>	<u>Quarts</u>	<u>Pints, 1/2 Pints 1/3 Quarts</u>
1951	1.6%	6.9%	86.5%	5.0%
1953	13.9	30.3	51.3	4.5
1955	22.4	38.6	34.4	4.6
1957	39.3	32.0	24.7	4.0
1958	40.1	35.9	20.5	3.5
1959	38.8	39.6	17.9	3.7
1960	42.7	40.2	14.1	3.0
1961	42.7	42.3	12.7	2.3
1962	41.3	45.4	10.9	2.4

FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

CLASS I MILK	August 1962 Reported		August 1961 Reported	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	10,658,025	370,994	9,447,097	333.304
Regular Skim Milk	300,228	3,953	78,831	302
Skim Milk - Solids Added	956,770	17,765	895,719	16,125
Buttermilk	159,920	1,294	144,476	1,053
Flavored Milk/Drink	378,641	9,689	316,270	7,981
Cream Mixtures	183,129	22,339	163,505	20,184
Light Cream	16,441	3,379	20,141	4,180
Heavy Cream	16,164	5,637	13,530	4,896
Sour Cream	22,511	4,181	17,670	3,284
Sub Totals	12,691,829	439,231	11,097,239	391,309
Plus Unaccounted For	20,495	2,303	18,884	2,923
Gross Total Class I Milk	12,712,324	441,534	11,116,123	394,232
Less Other Source Receipts	186,499	9,440	23,069	1,178
Less Overages	-0-	-0-	180	-0-
Less Beginning Inventory	44,604	-0-	5,395	24
CLASS I PRODUCER MILK IN POOL	12,481,221	432,094	11,087,479	393,030

CLASS II MILK

Used by Pool Plants in the Manufacture of Class II Items	1,227,364	30,385	968,757	16,997
Sales to Non-pool Manufacturing Plants	1,105,197	64,395	2,321,559	107,524
Ending Inventory	1,130,568	42,693	1,182,415	48,023
Dumped or Livestock Feed	56,941	334	33,941	154
Class II Shrinkage	98,212	7,795	131,337	6,971
Gross Total Class II Milk	3,618,282	145,602	4,638,009	179,669
Less Other Source Receipts	60,933	3,221	94,440	1,737
Less Overages	2,959	461	891	129
Less Beginning Inventory	1,264,655	48,293	1,160,650	45,937
CLASS II PRODUCER MILK IN POOL	2,289,735	93,627	3,382,028	131,866

TOTAL PRODUCER MILK IN BOTH CLASSES	14,770,956	525,721	14,469,507	524,896
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MISCELLANEOUS INFORMATION

	August 1962	August 1961	August 1960
Daily Class I Milk (Lbs.)	410,075	357,661	225,468
Current Month Compared With:		+ 14.7%	+ 81.9%
Production per Farm per Day	609	504	345
Current Month Compared With:		+ 20.8%	+ 76.5%
Gross Class I Milk to Producer Milk	86.1%	76.8%	85.6%
Pool Value of Producer Milk	\$603,994	\$607,251	\$351,251
Value of Producer Milk per Farm	\$ 772	\$ 655	\$ 460
Wisconsin-Minnesota Series	\$ 3.04	\$ 3.27	\$ 3.07
Butter-Skim Powder Price	\$ 2.95	\$ 3.20	\$ 2.95

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1955	5,439,171	60.2	3.71	3,589,087	39.2	3.77	9,028,258	3.73	1,053
1956	5,372,079	56.9	3.71	4,069,104	43.1	3.85	9,441,183	3.78	969
1957	5,297,442	61.0	3.69	3,387,512	39.0	3.90	8,684,954	3.77	897
1958	5,432,954	60.3	3.69	3,583,075	39.7	4.01	9,016,029	3.78	877
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960									
Jan.	5,647,775	64.9	3.67	3,057,276	35.1	4.45	8,705,051	3.94	810
Feb.	5,328,756	63.0	3.69	3,128,746	37.0	4.28	8,457,502	3.91	815
Mar.	6,044,400	66.5	3.66	3,042,537	33.5	4.45	9,086,937	3.93	817
Apr.	5,788,382	63.0	3.65	3,405,202	37.0	4.13	9,193,584	3.83	820
May	5,565,612	50.5	3.61	5,450,688	49.5	3.86	11,016,300	3.73	814
Jun.	5,840,565	57.5	3.61	4,315,897	42.5	3.76	10,156,462	3.68	809
Jul.	5,594,931	61.8	3.60	3,453,031	38.2	3.75	9,047,962	3.66	771
Aug.	5,823,405	71.4	3.61	2,337,299	28.6	3.79	8,160,704	3.66	763
Sep.	6,236,425	71.7	3.57	2,458,316	28.3	3.78	8,694,741	3.63	816
Oct.	6,230,313	63.9	3.59	3,517,116	36.1	4.02	9,747,429	3.74	849
Nov.	6,274,145	67.3	3.64	3,051,492	32.7	4.48	9,325,637	3.92	862
Dec.	6,499,191	62.9	3.67	3,830,930	37.1	4.44	10,330,121	3.96	961
Ave.	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961									
Jan.	6,347,397	59.1	3.58	4,385,705	40.9	4.34	10,733,102	3.89	845
Feb.	5,893,981	59.1	3.58	4,070,710	40.9	4.19	9,964,691	3.83	836
Mar.	6,429,786	62.6	3.58	3,834,277	37.4	4.12	10,264,063	3.78	724
Apr.	6,044,454	60.7	3.58	3,910,303	39.3	4.05	9,954,757	3.77	710
May	11,943,187	67.8	3.56	5,666,314	32.2	4.08	17,609,501	3.73	977
Jun.	10,853,098	64.3	3.54	6,023,595	35.7	3.61	16,876,693	3.57	964
Jul.	10,885,298	70.5	3.55	4,555,992	29.5	3.36	15,441,290	3.61	963
Aug.	11,087,479	76.6	3.54	3,382,028	23.4	3.90	14,469,507	3.63	927
Sep.	11,968,648	83.9	3.57	2,294,294	16.1	3.90	14,262,942	3.63	940
Oct.	12,462,080	80.1	3.55	3,098,449	19.9	4.46	15,560,529	3.73	949
Nov.	12,290,099	82.0	3.59	2,697,330	18.0	5.17	14,987,429	3.88	953
Dec.	12,479,761	78.0	3.65	3,521,752	22.0	5.10	16,001,513	3.97	924
Ave.	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962									
Jan.	12,967,846	81.7	3.56	2,903,760	18.3	5.95	15,871,606	4.00	855
Feb.	11,727,645	82.2	3.60	3,544,941	17.8	5.40	14,272,586	3.92	819
Mar.	13,528,647	81.8	3.58	3,005,482	18.2	5.23	16,534,129	3.88	824
Apr.	12,049,134	75.7	3.54	3,858,571	24.3	4.60	15,907,705	3.80	765
May	12,509,132	68.8	3.50	5,677,878	31.2	4.08	18,187,010	3.68	775
June	11,790,924	71.5	3.52	4,689,249	28.5	3.69	16,480,173	3.57	767
Jul.	11,679,887	77.0	3.49	2,484,840	23.0	3.83	15,164,727	3.57	770
Aug.	12,481,221	84.5	3.46	2,289,735	15.5	4.09	14,770,956	3.56	782

FORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II	UNIFORM	BUTTERFAT DIFFERENTIALS		
	Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer
1955	\$1.16	\$+0.04	\$4.254	\$3.049	\$3.85	\$.075	\$.066	\$.066
1956	1.26	-0.07	4.352	3.157	3.91	.077	.068	.068
1957	1.16	+0.06	4.348	3.123	3.93	.077	.068	.068
1958	1.16	+0.04	4.173	2.965	3.73	.076	.067	.067
1959	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069
1960								
Jan.	1.15	.00	4.219	3.069	3.84	.075	.067	.067
Feb.	1.15	.00	4.172	3.022	3.75	.075	.067	.067
Mar.	1.15	.00	4.119	2.969	3.76	.075	.067	.067
Apr.	0.75	+0.07	3.742	2.922	3.45	.075	.067	.067
May	0.75	+0.19	3.859	2.919	3.39	.075	.067	.067
Jun.	0.75	+0.19	3.928	2.988	3.54	.075	.067	.067
Jul.	1.15	+0.19	4.402	3.062	3.91	.075	.067	.067
Aug.	1.15	+0.38	4.618	3.088	4.20	.077	.068	.068
Sep.	1.15	+0.38	4.624	3.094	4.20	.080	.070	.070
Oct.	1.60	---	4.719	3.119	4.15	.079	.070	.070
Nov.	1.60	---	4.750	3.150	4.24	.080	.071	.071
Dec.	1.60	---	4.750	3.150	4.16	.079	.070	.070
Ave.	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068
1961								
Jan.	1.15	---	4.250	3.100	3.79	.079	.070	.070
Feb.	1.15	---	4.193	3.043	3.74	.079	.070	.070
Mar.	1.15	---	4.189	3.039	3.76	.079	.070	.070
Apr.	1.15	---	4.287	3.137	3.85	.079	.070	.070
May	1.20	---	4.430	3.19	3.64 *	.076	.070	.074
Jun.	1.20	---	4.39	3.18	3.59 *	.076	.070	.074
Jul.	1.20	---	4.38	3.18	4.02	.076	.070	.074
Aug.	1.20	---	4.38	3.20	4.11	.076	.070	.074
Sep.	1.20	---	4.40	3.20	4.50 *	.076	.070	.075
Oct.	1.20	---	4.40	3.20	4.42 *	.076	.070	.075
Nov.	1.20	---	4.40	3.21	4.45 *	.076	.070	.075
Dec.	1.20	---	4.41	3.22	4.14	.076	.070	.074
Ave.	1.18	---	4.34	3.16	4.00	.077	.070	.073
1962								
Jan.	1.20	---	4.42	3.21	4.19	.076	.070	.074
Feb.	1.20	---	4.41	3.21	4.20	.076	.070	.075
Mar.	1.20	---	4.49	3.20	4.24	.076	.070	.075
Apr.	1.20	---	4.41	3.02	3.70*	.076	.067	.073
May	1.20	---	4.25	2.97	3.51*	.072	.067	.070
June	1.20	---	4.21	2.95	3.52*	.072	.067	.071
July	1.20	---	4.21	2.95	3.92	.072	.067	.071
Aug.	1.20	---	4.23	3.04	4.04	.072	.067	.071
Sep.	1.20	---	4.24			.072		

* "Louisville" plan in effect.

Agricultural Stabilization & Conservation Service
Milk Marketing Orders Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana
Phone: Anthony 7401

COMPUTATION OF UNIFORM PRICE
(Based on reports of 17 Handlers)

AUGUST 1962

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices at Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I	12,481,221	3.4620	\$4.202606	\$524,536.56	84.5%
Class II	<u>2,289,735</u>	4.0890	3.434622	<u>78,643.75</u>	<u>15.5</u>
Total	14,770,956			\$603,180.31	100.0%
Add: Value of Overage				329.43	
Add: Value of Other Source Assessments				.00	
Add: Value of Inventory Reclassified				<u>484.39</u>	
Pool Value of Producer Milk				603,994.13	
Less: Butterfat Adjustment to 3.5%				6,203.65	
Add: 1/2 Cash Balance in Producer Settlement Fund				<u>6,320.95</u>	
Adjusted Pool Value				\$604,111.43	Rate Per cwt. \$4.089860060
Less: Producer Settlement Fund Reserve				<u>7,364.81</u>	<u>.049860060</u>
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				\$596,746.62	<u>\$4.04</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	432,094	\$0.072	\$31,110.77
Class II	<u>93,627</u>	<u>0.067</u>	<u>6,273.01</u>
Total	525,721	\$0.071	\$37,383.78

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.04 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.071 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR AUGUST 1962

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.8625	3.70	\$4.1820	4.15	\$4.5015	4.60	\$4.8210
3.30	3.8980	3.75	4.2175	4.20	4.5370	4.65	4.8565
3.35	3.9335	3.80	4.2530	4.25	4.5725	4.70	4.8920
3.40	3.9690	3.85	4.2885	4.30	4.6080	4.75	4.9275
3.45	4.0045	3.90	4.3240	4.35	4.6435	4.80	4.9630
<u>3.50</u>	<u>4.04</u>	3.95	4.3595	4.40	4.6790	4.85	4.9985
3.55	4.0755	4.00	4.3950	4.45	4.7145	4.90	5.0340
3.60	4.1110	4.05	4.4305	4.50	4.7500	4.95	5.0695
3.65	4.1465	4.10	4.4660	4.55	4.7855	5.00	5.1050

R. J. Connolly
Market Administrator

Date Announced:
September 11, 1962

